



September 5, 2002

Ms. Blanca S. Bayo, Director  
Division of the Commission Clerk and Administrative Services  
Florida Public Service Commission  
2540 Shumard Oak Boulevard  
Tallahassee FL 32399-0870

Dear Ms. Bayo:

RE: Docket No. 010949-EI

In Gulf Power Company's Retail Rate Case, the Company stipulated to Prehearing Issue No. 124 that requires a filing with the Commission describing entries and adjustments as a result of the Commission's findings in this case.

Attached is a list of the changes and adjustments to the surveillance report and books and records along with entries required to comply with the order.

Sincerely,

A handwritten signature in cursive script that reads "Susan D. Ritenour".

Susan D. Ritenour  
Assistant Secretary and Assistant Treasurer

lw

Enclosure

cc: Beggs and Lane  
Jeffrey A. Stone, Esquire

DOCUMENT NUMBER-DATE  
09471 SEP-98  
FPSC-COMMISSION CLERK

Gulf Power Company  
 Summary of Rate Case Changes To Be Made  
 In Order To Comply With Rate Case Order  
**Changes to be Effective Beginning June 2002**

Docket No. 010949-EI

Prehearing Issue Reference	Brief Description	Action Required To Comply	Accounting Entry Required
9A & 72:	3rd Floor Deferred Return	Stop Accruing 3rd Floor Return ( Will Have 6 Days in June ) Stop Making 3rd Floor Deferred Return Adj. In Surveillance Report Amortize 3rd Floor Regulatory Asset over 4 Years	<b>See Accounting Entry No. 1</b>
9 B:	3rd Floor Plant	Begin Depreciation Of 3rd Floor Stop Making 3rd Floor Adjustment in Surveillance Report	<b>See Accounting Entry No. 2</b>
35 & 36:	Allowed ROE & Cost of Capital	Change any rates of return and carrying cost calculations Ex. Conservation & Environmental Clause calculations	
45:	Capacity Clause	Stop Making \$1,652,000 Addition To Capacity Clause Expense Capacity Clause Factors have been reduced for this adjustment amount	
58:	Rate Case Expenses	Amortize Rate Case Deferred Expense Over 4 Years	<b>See Accounting Entry No. 3</b>
64:	Cable Injection	Stop Expensing and begin Capitalizing Cable Injection Costs and Begin To Depreciate	<b>See Accounting Entry No. 4</b>
74:	Smith Unit 3 Depreciation Rate	Record Depreciation and Dismantlement over 25 years	<b>See Accounting Entry No. 5</b>
78:	Gross Receipts	Show Full 2.5% Gross Receipts Tax as Separate Line Item on Cust. Bill Back Out in Surveillance Report same as Franchise Revenue & Expense	
83:	Revenue Exp Factor/NOI Multiplier	Change any expansion factors/NOI multipliers used in calculations	
124:	Compliance Filing w/FPSC	Report to FPSC within 90 days acctg/reporting changes as a result of rate order	
OTHER:	New Rates	Implement New Rates	
OTHER:	Line Loss Factors	Change / Update Line Loss Factors	
OTHER:	AFUDC	File For Revised AFUDC Rate	
OTHER:	KWH's	June will be split Month ( 6 days old rates, 24 days new rates )	

Gulf Power Company  
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Docket No. 010949-EI

Summary Of Accounting Entries

Accounting Entry No.	Description	FERC & SUB Account	
		Debit	Credit
1	Amortize 3rd Floor Regulatory Asset over 4 Years		
	Balance as of June 7, 2002      \$    2,449,431 / 48 Months =                      51,030 Per Month Estimate	407-00300 Amortization	182-00401 Regulatory Asset
2	Begin Depreciation of 3rd Floor Asset		
	Balance as of June 7, 2002      \$    4,030,914 x .022 / 12 =                      7,390 Per Month Estimate	403-00790 Depreciation Expense	108-00711 Accumulated Provision For Depreciation
3	Amortize Deferred Rate Case Expense over 4 years		
	Balance as of June 7, 2002      \$    1,345,620 / 48 Months =                      28,034 Per Month Estimate	928-00100 Regulatory Commision Expense	186-03071 Misc. Deferred Debits
4	Capitalize Cable Injection and begin to depreciate		
		403-00667 Depreciation Expense	108-00611 Accumulated Provision For Depreciation
5	Record Depreciation and Dismantlement of Smith Combined Cycle		
	Depreciation →	403-00441 403-00442 403-00443 403-00444 403-00445 403-00446 Depreciation Expense	108-00411 108-00411 108-00411 108-00411 108-00411 108-00411 Accumulated Provision For Depreciation
	Dismantiement	403-00443 Depreciation Expense	108-00208 Accumulated Provision For Depreciation